

ND STATE BONDING FUND

State Investment Board Balance Sheet As of 8/31/2003

| | As of <u>8-31-03</u> | As of <u>6-30-03</u> |
|--|-------------------------|-------------------------|
| ASSETS: | | |
| INVESTMENTS (AT MARKET) | | |
| DOMESTIC EQUITIES | \$ 1,621,001 | \$ 1,547,048 |
| INTERNATIONAL EQUITIES | 568,291 | 526,414 |
| DOMESTIC FIXED INCOME | 2,432,731 | 2,521,469 |
| INVESTED CASH (NOTE 1) | <u>513,719</u> | <u>513,351</u> |
| TOTAL INVESTMENTS | 5,135,742 | 5,108,282 |
| RECEIVABLES | | |
| DIVIDEND/INTEREST RECEIVABLE | 27,555 | 30,317 |
| OTHER ASSETS | | |
| DUE FROM OTHER AGENCIES (NOTE 2) | <u>263</u> | <u>89</u> |
| TOTAL ASSETS | <u>\$ 5,163,560</u> | <u>\$ 5,138,688</u> |
| LIABILITIES: | | |
| ACCOUNTS PAYABLE | 2,650 | 2,650 |
| DUE TO OTHER AGENCIES (NOTE 3) | <u>0</u> | <u>0</u> |
| TOTAL LIABILITIES | 2,650 | 2,650 |
| NET ASSETS AVAILABLE: | | |
| NET ASSETS AVAILABLE BEGIN OF YEAR | 5,136,038 | 4,781,300 |
| CASH IN DURING YEAR (NOTE 4) | 0 | 0 |
| CASH OUT DURING YEAR (NOTE 5) | 0 | 0 |
| NET INCREASE (DECREASE) | <u>24,872</u> | <u>354,738</u> |
| NET ASSETS AVAILABLE END OF PERIOD | <u>5,160,910</u> | <u>5,136,038</u> |
| TOTAL LIABILITIES & NET ASSETS AVAILABLE | <u>\$ 5,163,560</u> | <u>\$ 5,138,688</u> |

ND STATE BONDING FUND

State Investment Board Profit and Loss Statement For the Month Ended 8/31/2003

| | Month Ended <u>8-31-03</u> | <u>Year-to-Date</u> |
|--------------------------------------|-------------------------------|----------------------|
| INVESTMENT INCOME | | |
| INTEREST/DIVIDEND INCOME | \$ 13,395 | \$ 26,669 |
| SECURITIES LENDING INCOME | 660 | 1,277 |
| | <u>14,055</u> | <u>27,946</u> |
| GAIN ON SALE OF INVESTMENTS | 39,571 | 65,995 |
| LOSS ON SALE OF INVESTMENTS | <u>34,813</u> | <u>61,743</u> |
| NET GAINS (LOSSES) INVESTMENTS | 4,758 | 4,252 |
| INVESTMENT EXPENSES | 1,164 | 2,944 |
| SECURITIES LENDING EXPENSES | 532 | 1,043 |
| SIB ADMIN EXPENSES | <u>38</u> | <u>76</u> |
| NET INVESTMENT INCOME | 17,079 | 28,135 |
| NET APPREC (DEPREC) MARKET VALUE | 65,954 | (3,296) |
| MISCELLANEOUS INCOME/(EXPENSE) | <u>0</u> | <u>33</u> |
| TOTAL INVESTMENT INCOME | <u>83,033</u> | <u>24,872</u> |
| NET INCREASE (DECREASE) | <u>\$ 83,033</u> | <u>\$ 24,872</u> |

ND STATE BONDING FUND

State Investment Board SUPPLEMENTARY INFORMATION As of 8/31/2003

| | |
|------------------------------------|---------------------------|
| | As of <u>8/31/03</u> |
| ASSETS: | |
| INVESTMENTS (AT COST) | |
| LARGE CAP EQUITY | 922,919 |
| SMALL CAP EQUITY | 293,862 |
| CONVERTIBLE BONDS | 480,751 |
| TOTAL DOMESTIC EQUITIES | <u>1,697,532</u> |
| INTERNATIONAL EQUITY | 567,043 |
| FIXED INCOME | 2,365,410 |
| INVESTED CASH (NOTE 1) | <u>513,719</u> |
| TOTAL INVESTMENTS (AT COST) | <u><u>\$5,143,704</u></u> |

ND STATE BONDING FUND
Notes To Financial Statements
August 31, 2003

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 3 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 4 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 5 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.